

AN ACT

relating to the use by certain tax-exempt organizations of certain payments made in connection with real property transfers to provide educational activities through certain schools.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Section 5.202(c), Property Code, is amended to read as follows:

(c) The benefit described by Subsection (b)(9)(C) may collaterally benefit:

(1) a community composed of:

(A) [~~(1)~~] property that is adjacent to the encumbered property; or

(B) [~~(2)~~] property a boundary of which is not more than 1,000 yards from a boundary of the encumbered property; or

(2) with respect to a payment to a school for educational activities, property not described by Subdivision (1) if the encumbered property is located within:

(A) the school's assigned attendance zone; and

(B) a county with a population of more than 650,000 that is adjacent to two counties, each of which has a population of more than 1.8 million.

SECTION 2. This Act takes effect September 1, 2017.

President of the Senate

Speaker of the House

I certify that H.B. No. 755 was passed by the House on April 20, 2017, by the following vote: Yeas 144, Nays 0, 2 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 755 was passed by the Senate on May 24, 2017, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

APPROVED: _____

Date

Governor